# COUPON BASED ELECTRONIC BENEFIT TRANSFER

BY

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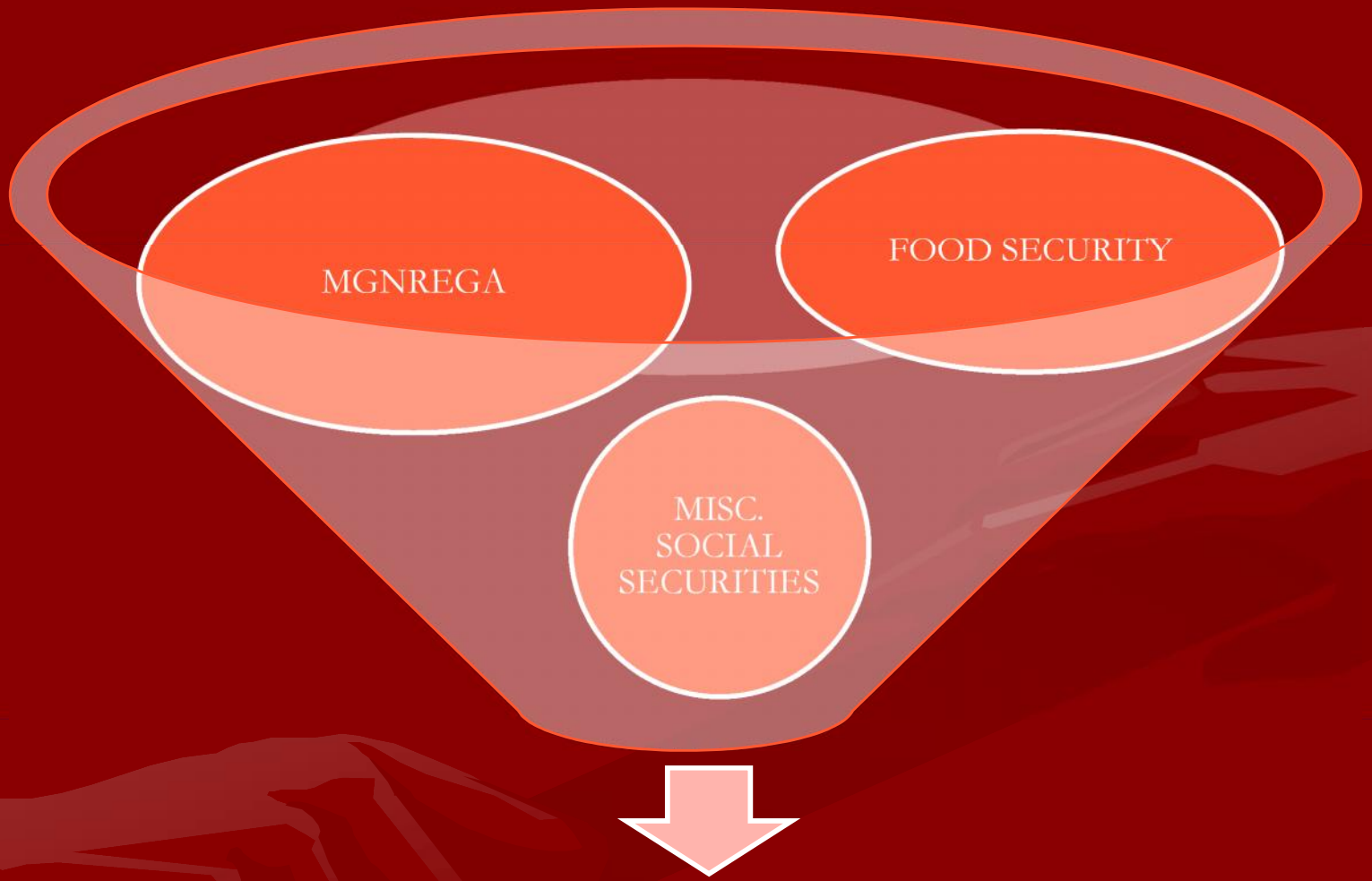
# QUAGMIRE OF SOCIAL SECURITY TODAY

LET WE MOVE FORWARD

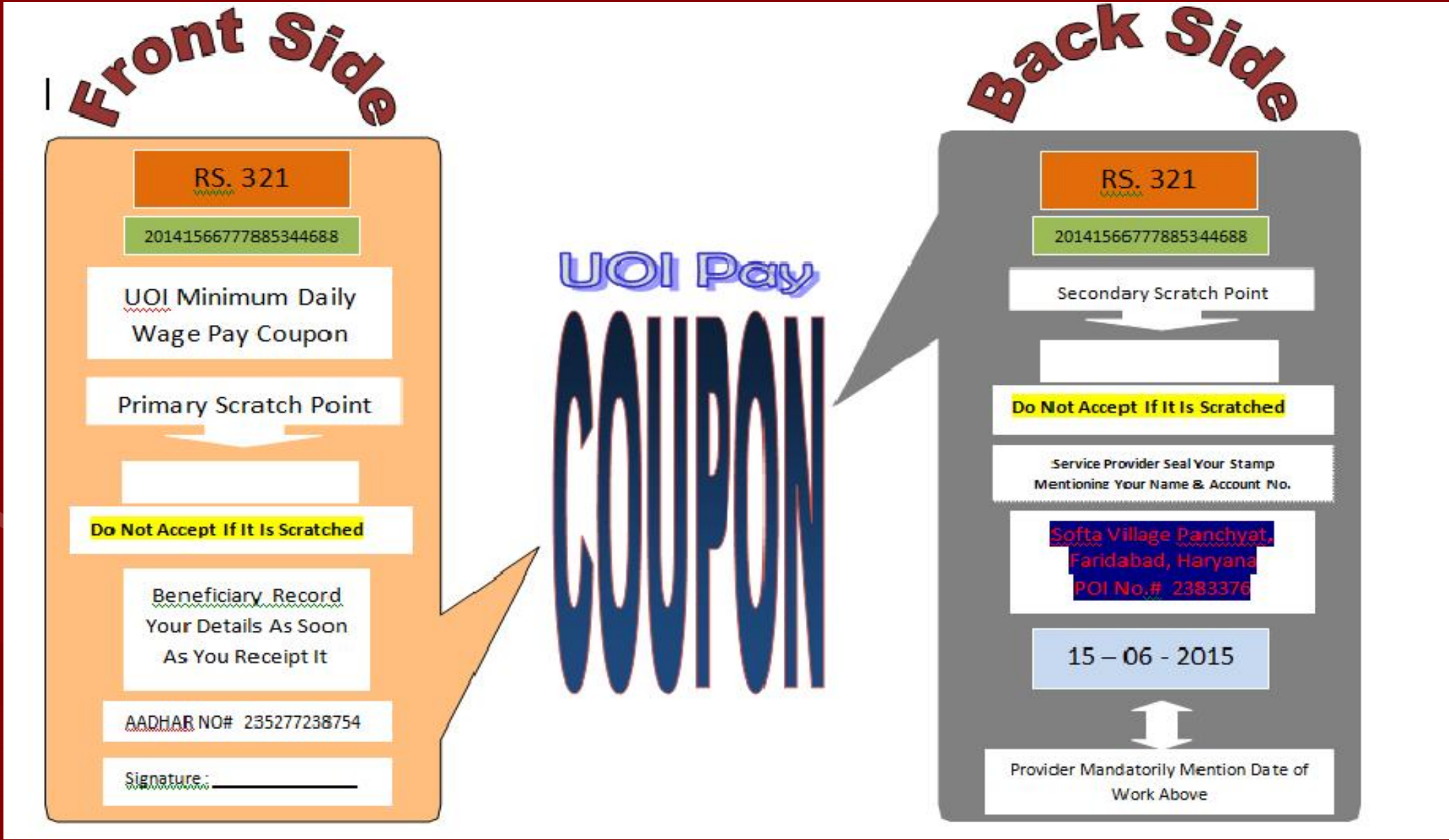
# CONSOLIDATE WHAT WE HAVE

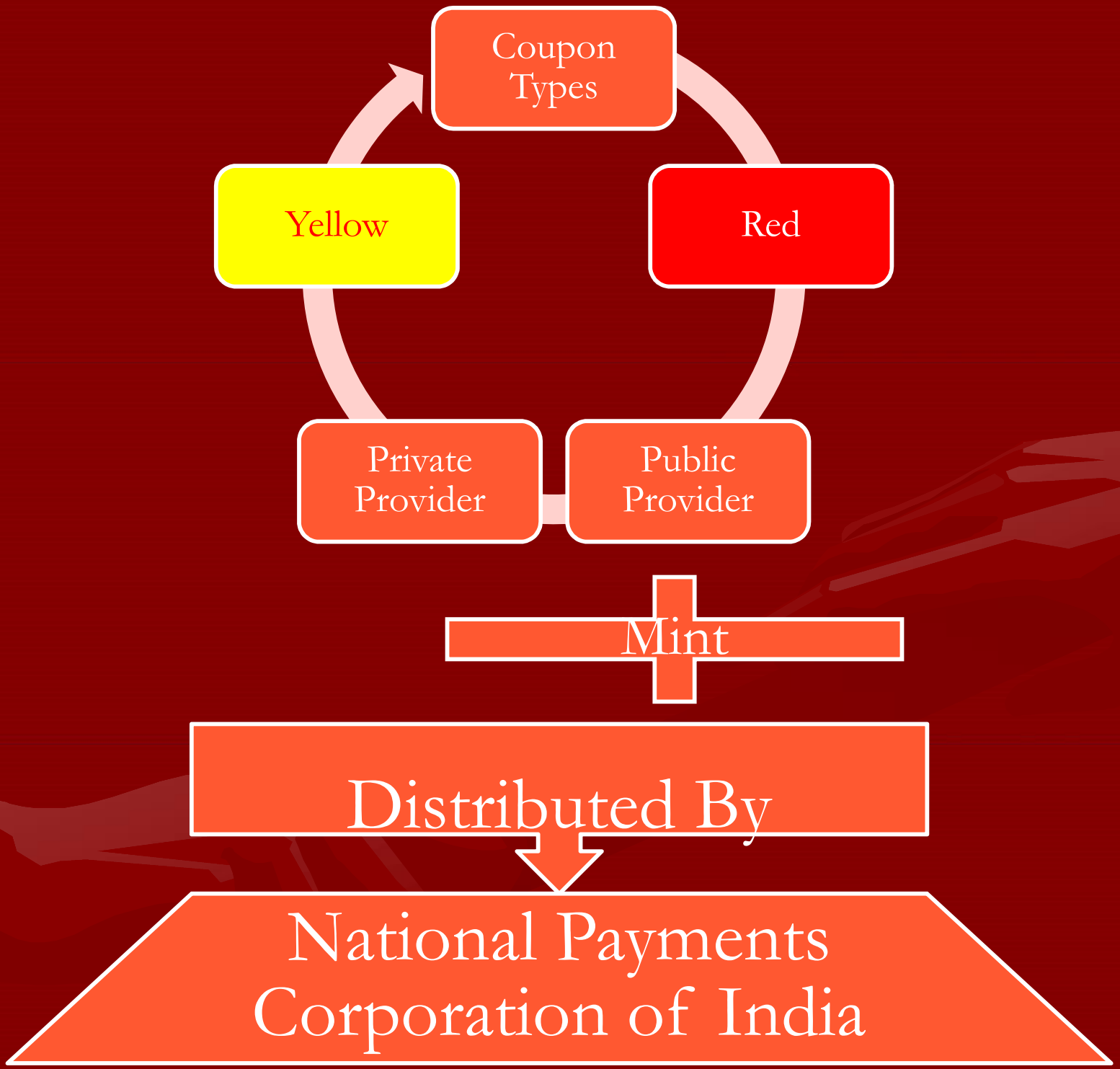



COUPON BASED ELECTRONIC MULTIPLE BENEFITS TRANSFER

# MINIMUM PER DAY WAGE

# COUPON




Coupon Types
Red
Public Provider
Private Provider
Yellow
Mint
Distributed By
National Payments Corporation of India

# How Coupon Distributed

National Payments Corporation of India

Post Office Network

- Red Coupon
  - Central Government
  - State Government
  - Local Authority
- Yellow Coupon
  - NGO/Corporate

# Coupons Redeemed

Through

Any RuPay Card

But

Additional Feature is Necessary to

Every

RuPay Cards

Add On Mag. Bar

Usual Mag. Bar

# Two Magnetic Bar on RuPay Debit Cards

Front Side

Back Side

Usual Magnetic Bar

Addon Magnetic Bar

# Two Magnetic Bars

## Add On Magnetic Bar

- Red Coupon is charged
  - Government Social Security Points
  - It will be recharged when MGNREGA work is audited
- Yellow Coupon is charged
  - Add On Points is immediately redeemed

## Usual Magnetic Bar

- General Banking Debit use purpose

It is therefore coupon is additionally given as proof of work to ensure safety of Govt. money

# ADD ON MAGNETIC BAR

# +

# COUPON

Always Necessary

Govt. Money Vulnerable

Unscrupulous Element Looming Large

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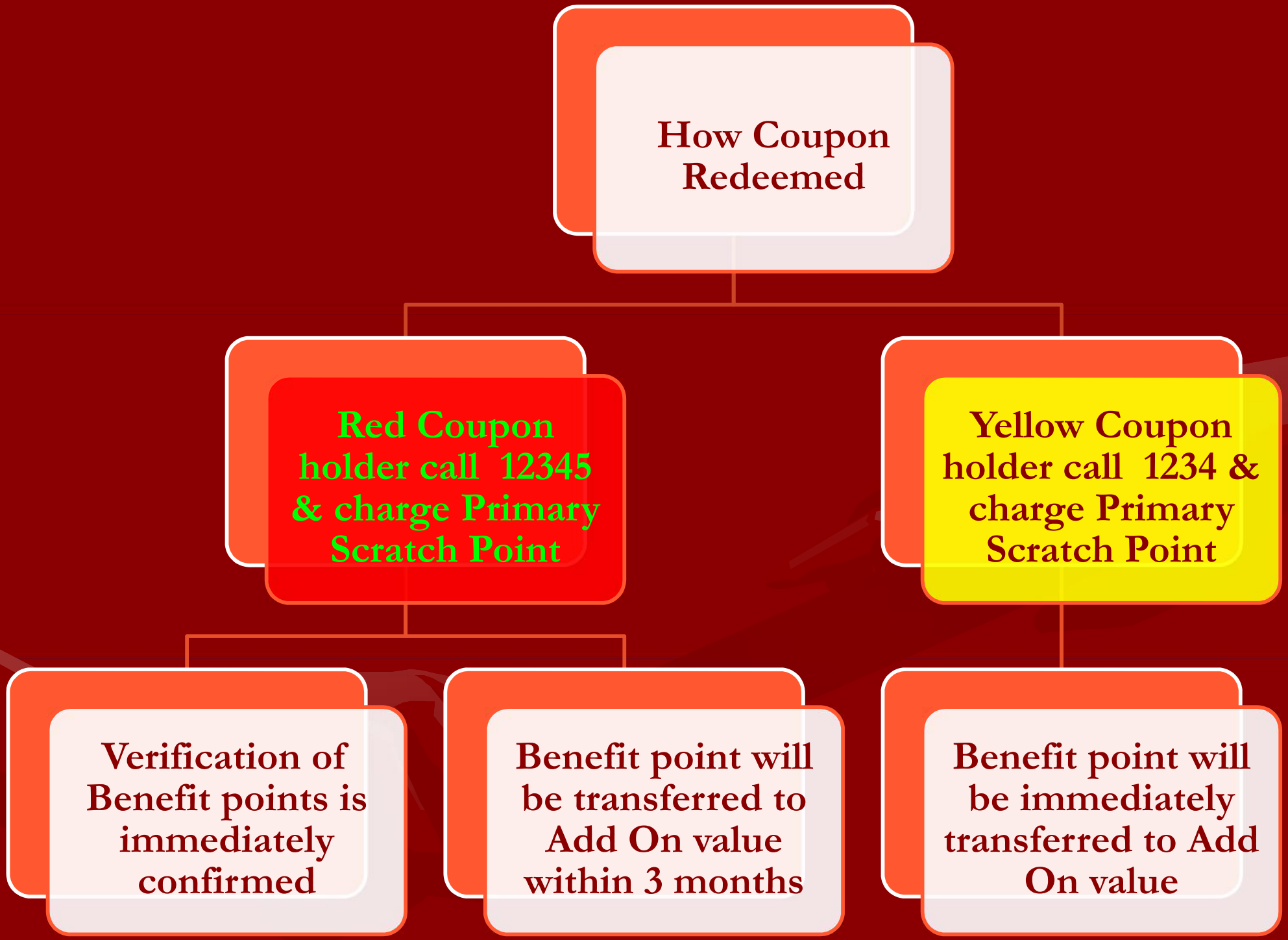
Politician are Crook

Bureaucrats are Corrupt

Poor MGNREGA Labourers Always Suffered

**Let We Provide Them Minimum Per Day Wage Coupon Every Day as Proof of Work Participation**


How Coupon Redeemed
Red Coupon holder call 12345 & charge Primary Scratch Point
Yellow Coupon holder call 1234 & charge Primary Scratch Point
Verification of Benefit points is immediately confirmed
Benefit point will be transferred to Add On value within 3 months
Benefit point will be immediately transferred to Add On value

**How to cash Benefit Points**

- **Go any shop & purchase goods of coupon value after debiting add value on RuPay Card**
  - **Rider :- No liquor/ tobacco etc. allowed**
  - **Shopkeepers will scratch coupon value on its POS**
- **Give it to any cooking gas vendor # 15.7 Kg. One Cylinder = One Coupon Value**
  - **Rider :- Only one cylinder per 2 month per person is allowed**
- Give it your child school for payment of school fee
  - Rider: - One coupon will be equivalent to one month school fee of one child

# How Shopkeeper/ Vendor Redeem Coupons

Swipe the coupon value on Add On RuPay Card

POS/ECR

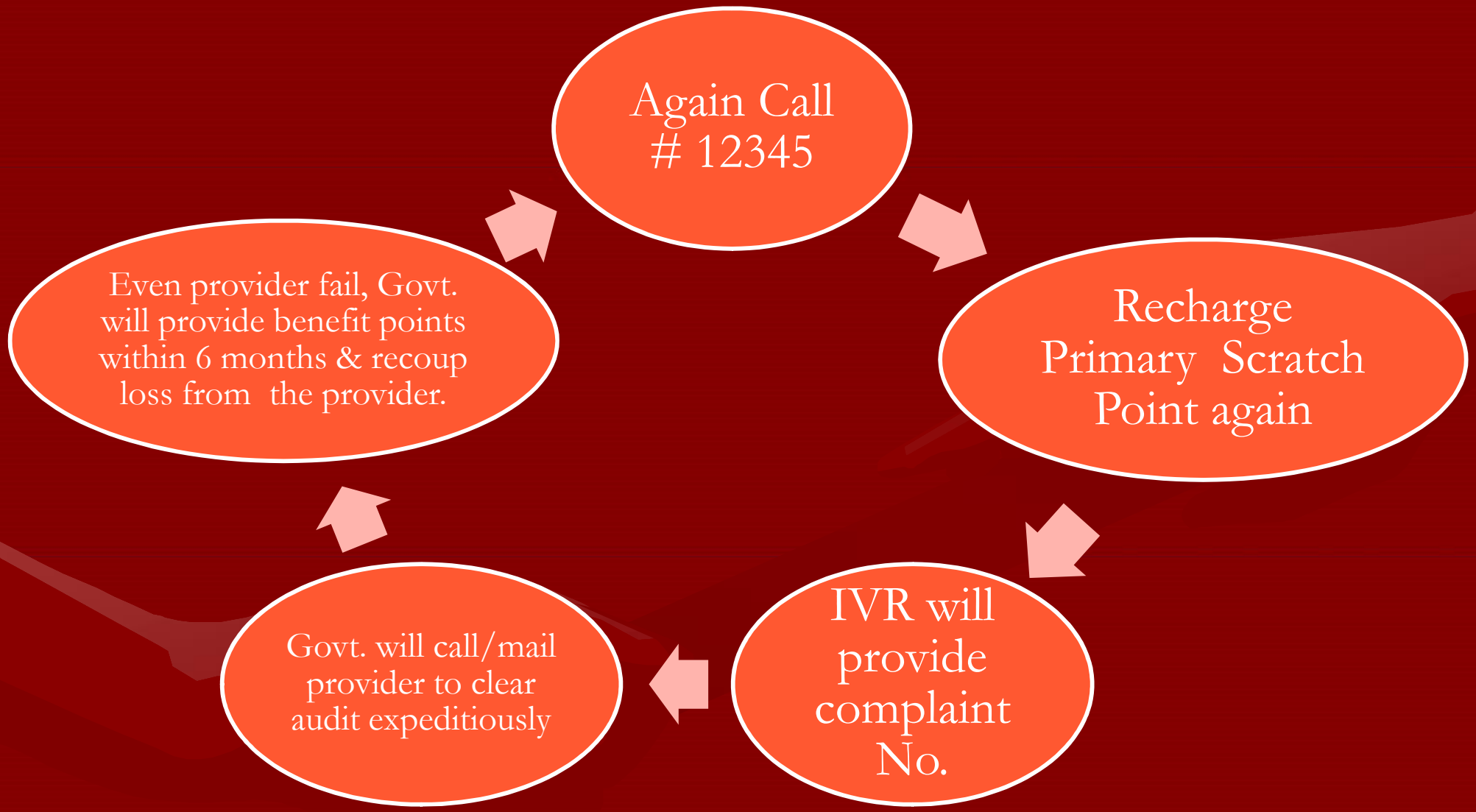
Staple POS/ECR receipt along with coupon

Shopkeeper will keep coupon safely for 1 years and hand over it to Govt. at the time of renewal of vendor licence.

Provide coupon value food/ goods to beneficiary

Redeem coupon value later on at idle hours after scratching secondary scratching point of coupon

# What will red coupon beneficiary will do if the service provider did not clear audit process within 3 months and no benefit point transferred to beneficiary Add On Card



# ENTITLEMENT OF COUPON

- Maximum 10 coupon per month per person
- Exception will be allowed in case of teacher only
- Teacher can redeem maximum 30 coupon per month per person

**Who is entitled for coupon**

- Adult
- Unemployed

**Who is not entitled for coupon**

- Minor
- Employed
- Person who do not send their children to school
- Person who do not maintain their parents

# WHERE TO GET COUPON

**Unemployed Beneficiary**

↓

Can get coupon from

↓

Local Municipality

↓

Local Village Panchyat

↓

Other locations/provider published in website of Social Security Office

**Service Provider**

↕

Collect coupon from Post Office networks ↔ Get sanction of project from Govt.

# ELIGIBILITY FOR COUPON

## Provider

### Private Provider

- NGO/ Trust/ Corporate etc. get registered with Social Security Office
- Pvt. Provider will get sanction of the project from Govt./ Social Security Office
- Provider will purchase coupon from Post Office Network

### Govt. Provider

- Village Panchyat/ Municipalities etc. get register with Social Security Office
- Provider get prior sanction of the development project from the Govt.
- Provider Officials will additionally submit an affidavit that if coupon is misused, they are personally answerable
- Government will provide work coupon along with materials for completion of the project

## Beneficiary

### Graduate Unemployed

- Get ready to teach children on daily wage coupon basis
- Ready and willing to teach 5 Hrs. per day per coupon
- Ready and willing to participate in any other missions
- Like collection of census data/ immunization/ adult literacy etc.

### Other Unemployed

- Ready and willing to contribute physical labour
- 8 Hrs. per day labour per coupon is mandatory
- Ready and willing to travel any work location within his home District
- One coupon will be provided everyday after completion of the day work task

# HOW GOVT. IDENTIFY BENEFICIARY

- Central Govt. will launch National Employment Registration Portal.
- Every employer and employee will register their employment agreement and mandatorily mention agreement period.
- Both employer and employee get print out of such web portal registered agreement and get their signature attested from their respective banker and dispatch such agreement paper through post office network to the same Employment Registration Office.
- Both employer and employee are legally bound to provide termination of agreement expeditiously. Lacuna affect their future right (s). They will also immediately provide information regarding dispute/ dispute redressal measure taken by either of them.
- If any AADHAR Card holder individual has no employment agreement with any employer, then all such person will be identified as unemployed beneficiary to get benefit of employment guarantee daily wage coupon.

# PROVIDER CREDENTIAL

## Govt. Provider

Every village Panchyat & Municipalities are defacto Providers, however they should get registered with Social Security Office.

Other public sector companies / authorities/ different statutory boards/ statutory government trusts /societies and all other bodies covered under 'State' under Article 12 of the Constitution can register as one of the provider under employment guarantee /right to food scheme of the Social Security Office of the Government

## Private Provider

All non statutory trust/ NGO/ Charitable Organization/ Private Companies under corporate social responsibility schemes & Religious Denominations can seek to participate as a private provider and get itself registered before Social Security Office.

All such private provider are duty bound to accomplish the mission and vision of the Social Security Office.

# WHAT TYPES OF ASSETS CREATED / TASK ACCOMPLISHED ON EMPLOYMENT GUARANTEE SCHEME

## ASSETS

- Local roads
- Well/micro dam / pond for water recharge under ground
- Construction of school building
- Construction of public play ground/ community centre
- Misc. Assets

## TASKS

- Swacha Bharat Abhiyan/ Ganga Rejuvenation
- Universal adult literacy mission
- Universal schooling of the children
- Universal immunization
- Misc. social responsibilities

# ESSENTIAL SERVICES

## EDUCATION

- Govt. will launch 1000 + DTH education Channels for imparting universal free education to all.
- All daily wage coupon beneficiary teacher will teach their children on second hour when students are asked to sincerely watch DTH education channels on the same subject at their schools on the first hour.
- Govt. will launch digital e-library containing all books / literature/ text etc. in all forms of media.
- Govt. should hand over all local schools to village panchyat/ municipalities / parent association.
- Govt. will launch Search Engine as like Google Search Engine having facility to re-filter content.
- Govt. will launch digital video library containing all educational contents like that of Youtube.

## SANITATION

- Govt. / local authorities will endeavour to provide biological toilet kit to each employment guarantee beneficiary (MGNREGA) worker on subsidized rate.
- Sufficient employment guarantee coupon will be provided to municipalities / villages to accomplish Swach Bharat Abhiyan.
- Govt. will endeavour to provide garbage subsidy so that each household will collect plastic /paper/ metal / glass disposal separately when they will be able to sell such collected garbage to garbage vendor effectively.
- Govt. will endeavour to provide biological garbage cutter at subsidize rate so that each household will be able to dispose such biological waste after cutting it into tiny pieces and put it into biological toilet to convert it into compost manure.

# MATERIAL PROCURED FOR ASSET CREATION

## Road

- Govt. will provide pre-fabricated interlocking concrete blocks for road
- Govt. will provide water channelling pre-fabricated Hume pipe
- Govt will also provide different colour plastic pipes for laying below roads so that optical fibre/ electricity cable can be easily installed later.

## Water

- Govt. will provide under ground rain water harvesting portable pre-fabricated ring for construction of tank/ well to MGNREGA workers and for other persons /public places.
- Govt. will provide pre-fabricated pipes for supply of portable water to village / town

## Building

- Govt. will provide pre-fabricated interlocking blocks for construction of local school.
- Govt. will provide pre-fabricated interlocking blocks for construction of community centre/ village panchyat / town hall building etc.

# WHAT ARE THE CHANGES WHICH ARE ESSENTIAL

**FOOD**

- Food programme should be associated with some kind of work participation.
- It is not ethical to provide free food without work or any kind of responsibility associated with it.
- However, it is possible to provide free food coupon to students, senior citizens, people with mental retardation and physically weak/handicapped persons.
- Political parties should not be allowed to made fake free food promises. It is because free food is not possible and it is unethical behaviour..

**MGNREGA**

- MGNREGA scheme should be amended to the extent that physical labour work participation should also be made available to the dwellers of town/ cities.
- MGNREGA type scheme mission should always associated with creation of physical assets..
- All MGNREGA construction materials should be made available on pre-fabricated construction blocks. For example : Road can be constructed on pre-fabricated interlocking concrete blocks.

**HOUSING**

- All housing scheme should be associated with loan scheme. It should not be free. However, it is possible that government can subsidize interest component.
- All housing scheme should always be universal. It cannot be kept it segregated on cast / creed/ religion basis.
- However, it is possible to make separate provisions of low interest rates (if possible) to economically weaker/ vulnerable section of the society or physically / mentally handicapped persons.

# HOW COUPON BASED EMPLOYMENT GUARANTEE SCHEME WILL BE OPERATED

Central Govt. will launch one web portal registering all activity of employment guarantee run by Social Security Office

Central Govt. will announce list of specific priority based development projects

Each state will announce their own priority based specific development project list

All public provider and private provider will be allowed to claim participation on such projects announced by both the central government and state government

Centre will scrutinize the viability aspect of the provider claim & provide coupon and materials to such project with specific riders (if any)

State will scrutinize the viability aspect of the provider claim & provide coupon and materials to such project with specific riders (if any)

Private provider will be entitled for income tax holiday if their project is approved by the Central Government. However if only state government has approved the project of the private provider, then their project will be allowed to work, but it would not be entitled for Income Tax holiday.

Public provider are duty bound to accomplish public audit process within 3 months from the task date. If provider fails, then government can recoup such coupon value from the personal property of the officials of the provider.

Public audit (by specific panel specially constituted by the government) if private provider seek income tax holiday.

# BENEFIT OF COUPON CUM ELECTRONIC BENEFIT TRANSFER

## Benefit of Coupon EBT

**Food**
- Provide more food choices.
- Govt. need not to bother food delivery process.

**Transparency**
- Govt. process will be more transparent.
- No thing is directly free, hence it will incentivize transparency.

**Management**
- Simplify financial management
- Gather better information about benefit use & increase accountability.

## Loss of traditional process

**Food**
- Beneficiary cannot choice their food.
- Govt. is compelled to arrange food delivery.

**Transparency**
- Process is not centralized. Nothing is web casted properly. Hence there is serious transparency issues.
- Every thing is shown free for name sake. Hence, it has encouraged corruption.

**Management**
- Financial management is very difficult to manage.
- Lacking proper information of the complete process.

# LEGAL & TECHNICAL HURDLE

Govt. has already passed food guarantee bill. It says Govt. will provide rice at Rs. 3 per K.G., wheat @ Rs. 2 per K.G. Etc. These food distribution has to be done through present day food distribution process. It cannot be accomplished through electronic benefit transfer in the present form. There is no provision on the act that food will be provided for some work/ responsibility . Hence it has no transparency.

- It is very difficult to collect tax. If we increase tax burden unnecessarily, it will disincentives work. A person who is ready to work, he has to work more to give alleged free food to another idle person. Moreover, actual beneficiary will not get any benefit, rather corrupt politician and bureaucrats will only get rich. It is recognized that subsidized economy create disincentives for production , resulting into defunct system.
- If Govt. has good wishes towards hungry poor, it can ask such poor masses to participate in public work participation in order to get more food.

Similarly, Govt. has already passed employment guarantee act. However, transparent process is not made compulsory. It is not made provisions that every thing will be compulsorily web casted. There is no transparency what types of public assets will be created. Moreover, MGNREGA workers are not paid as promised. Middle man are swallowing benefit meant for such poor labourers. Furthermore, it is totally unscientific in the modern day world to nullify the role of the machine when machine work is comparatively cheap.

- Thereby, time has come for the government to rethink for drafting of one consolidated act in relation to consolidation of the all the social securities started by the different government as part of their poll promises.
- Govt. should have courage to say that nothing is free, but every thing will be made available if somebody is ready / willing to provide / contribute sufficient effort/ labour in lieu thereof. Let government rethink the subject all again.

# Thank You